

Monthly Financial Report

State Treasurer Sarah Steelman

June 2006

Steelman Launches New MOST--Missouri's 529 College Savings Plan To Increase Tax-Free College Savings Opportunities for Families

Comprehensive changes in MOST—Missouri's 529 College Savings Plan take effect on June 6, including new management, a wide new array of investment options and new investment opportunities to help Missouri families save for college.

The program management change is the first since Missouri established a tax-exempt 529 college

savings program in 1999. The tax advantage is among the most generous in the nation, allowing individuals to deduct up to \$8,000 per year and married couples filing jointly to deduct up to \$16,000 per year for contributions to a MOST account.

The program will now be administered by Upromise Investments, Inc., and funds will be managed by Vanguard and Kansas City-based American Century Investments.

The new MOST program will reduce management fees for investments families make in the Direct Program. The MOST Direct Program is expanded to offer three different age-based options. In addition, families will now be able to choose from 15 different portfolios managed by Vanguard or American Century covering major asset classes, investments and risk levels.

The new MOST program also features a greatly expanded Advisor Option for families who choose to invest through a professional financial manager.

The MOST 529 Advisor Plan will allow investment in 24 individual fund portfolios from fund families that include American Century Investments, Federated, Franklin Templeton

Investments, Gallatin Asset Management, Goldman Sachs Asset Management, Lord Abbot, Putnam Investments, the Hartford Mutual Funds and Van Kampen Investments.

To help make families already enrolled in the program aware of changes, transition newsletters were mailed to account holders and financial advisors last month.

"Every child in Missouri should have the opportunity to reach their dreams and go to college. The Missouri MOST Program, the state's 529 college savings plan, can help make this possible."

-- Treasurer Sarah Steelman

A variety of resources has also been established to provide detailed information to account holders and to citizens wishing to learn more about how the MOST plan can help college savings.

Account holders with questions about the transition can visit www.missouri529.org or call toll-free 800-962-5088 between 7 a.m. and 8 p.m. A full range of information about the Missouri MOST 529 College Savings Plan can be found at the state Treasurer's website under the "Save for College" link at www.treasurer.missouri.gov.

Office of Missouri State Treasurer
Monthly Division Performance Totals



Banking Division

May 2006

State Receipts.....	\$ 1,728,110,722.47
State Disbursements.....	\$ 1,811,110,836.81
ACH Payments Initiated.....	167,152
Checks Issued.....	323,221
Checks Paid.....	373,425

End of Month Cash Balances

Budget Reserve Fund.....	\$ 491,186,171.80
General Revenue Fund	\$ 581,559,567.00 *

*A \$225 million cash flow loan from Budget Reserve to General Revenue was repaid with interest on May 4.

Division of Unclaimed Property

May 1 through MAY 31, 2006

Total Returned to Owners.....	\$1,249,877.15*
Number of Accounts Paid to Owners.....	3,838

*More than \$20,000,000 was returned to citizens by the Unclaimed Property Division during the fiscal year that ended on June 30.

The Treasurer's Office is currently working to return millions in unclaimed property to the rightful owners.
A listing of accounts held by the Unclaimed Property Division can be seen at:

[HTTP://www.showmemoney.com](http://www.showmemoney.com)



Investment Division

May 1, 2006 through May 31, 2006

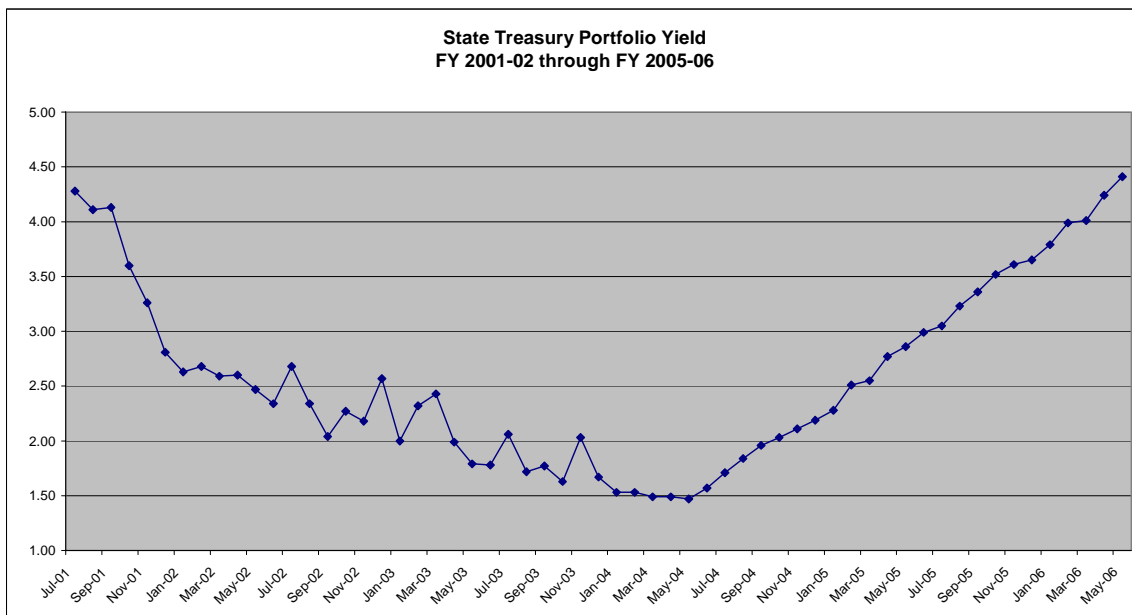
Securities Portfolio

Interest Earnings	\$12,770,461.29
Average Book Value.....	\$3,368,022,248.92
Annualized Yield.....	4.46 percent

Linked Deposits

Linked Deposits Approved	\$11,745,389.00
Total Revenue Generated	\$1,164,619.84
Economic Rate of Return	9.92 percent

Four-Year Summary of State Securities Portfolio Earnings 2001-2006





Categorical General Revenue Totals

REVENUE	May 2006	May 2005	Difference	% Change
SALES AND USE TAX	219,896,714	196,318,140	23,578,574	12.01%
MODOT SALES AND USE TAX*	2,311,551	0	2,311,551	N/A
TOTAL SALES AND USE TAX	222,208,265	196,318,140	25,890,125	13.19%
INCOME TAX INDIVIDUAL	418,142,656	368,083,388	50,059,268	13.60%
CORPORATE INCOME & FRANCHISE TAX	25,430,607	17,081,495	8,349,112	48.88%
COUNTY FOREIGN INSURANCE	13,685,564	18,820,909	(5,135,345)	-27.29%
LIQUOR	3,740,391	3,625,467	114,924	3.17%
BEER	678,791	708,814	(30,023)	-4.24%
INHERITANCE/ESTATE	205,035	2,163,528	(1,958,492)	-90.52%
ALL OTHER TAXES	300,651	242,195	58,456	24.14%
INTEREST	4,188,801	2,251,828	1,936,973	86.02%
LICENSES, FEE, PERMITS	5,022,529	5,340,359	(317,830)	-5.95%
SALES, SERV., RENTALS, LEASES	6,910,513	7,216,231	(305,718)	-4.24%
REFUNDS	1,490,855	699,981	790,875	112.99%
INTERAGENCY BILLINGS, INVENT	112,211	(96,922)	209,133	0%
ALL OTHER RECEIPTS	9,388,773	1,536,422	7,852,350	511.08%
TOTAL GENERAL REVENUE RECEIPTS	709,194,093	623,991,838	85,202,255	13.65%
LESS: REFUND EXPENDITURES	87,446,599	107,459,685	(20,013,086)	-18.62%
NET GENERAL REVENUE COLLECTIONS	621,747,494	516,532,153	105,215,341	20.37%
TOTAL GR RECEIPTS WITH MODOT	711,505,644	623,991,838	87,513,806	14.02%
LESS: REFUND EXPENDITURES	87,446,599	107,459,685	(20,013,086)	-18.62%
NET GR COLLECTIONS WITH MODOT	624,059,045	516,532,153	107,526,892	20.82%

Fiscal Year To Date

SALES AND USE TAX	1,830,963,662	1,790,684,829	40,278,832	2.25%
MODOT SALES AND USE TAX*	23,792,493	0	23,792,493	1.28%
TOTAL SALES AND USE TAX	1,854,756,154	1,790,684,829	64,071,325	3.58%
INCOME TAX INDIVIDUAL	4,896,699,024	4,434,881,615	461,817,409	10.41%
CORPORATE INCOME & FRANCHISE TAX	514,984,341	395,475,184	119,509,157	30.22%
COUNTY FOREIGN INSURANCE	132,795,412	129,119,084	3,676,328	2.85%
OTHER GENERAL REVENUE	295,795,600	298,072,366	(2,276,766)	-0.76%
TOTAL GENERAL REVENUE RECEIPTS	7,671,238,039	7,048,233,079	623,004,960	8.84%
LESS: REFUND EXPENDITURES	1,070,074,553	1,007,729,240	62,345,313	6.19%
NET GENERAL REVENUE COLLECTIONS	6,601,163,486	6,040,503,839	560,659,646	9.28%
TOTAL GENERAL REVENUE RECEIPTS WITH MODOT	7,695,030,531	7,048,233,079	646,797,452	9.18%
LESS: REFUND EXPENDITURES	1,070,074,553	1,007,729,240	62,345,313	6.19%
NET GR COLLECTIONS WITH MODOT	6,624,955,978	6,040,503,839	584,452,139	9.68%

Consensus Revenue Estimates Compared to Actual Revenue Collections

	Forecast GR (January Revised CRE)	Actual GR (as of May 31)	Variance
Gross General Revenue	\$7474.0 million	\$7671.2 million	\$ 197.2 million
General Revenue Refunds	\$1129.6 million	\$1070.0 million	59.6 million
Net General Revenue	\$6344.4 million	\$6601.2 million	\$ 256.8 million